

HOUSE RESEARCH

Bill Summary

FILE NUMBER: H.F. 2217
Version: As Introduced

DATE: March 13, 2014

Authors: M. Murphy

Subject: State grants and contracts

Analyst: Mark Shepard

This publication can be made available in alternative formats upon request. Please call 651-296-6753 (voice); or the Minnesota State Relay Service at 1-800-627-3529 (TTY) for assistance. Summaries are also available on our website at: www.house.mn/hrd/.

Section

- 1** **Creation and validity of grant agreements.** In a law specifying requirements for state grant agreements, inserts a reference to a new exception proposed in the next section of this bill.
- 2** **Encumbrance exception.** Under current law, a grant agreement is not valid until the state accounting system shows an encumbrance for the amount of the grant. This section provides that state agencies may permit a specifically named, legislatively appropriated, noncompetitive grant recipient to incur expenses based on an agreed upon work plan and budget for up to 60 days before an encumbrance is established in the state accounting system.
- 3** **Creation and validity of contracts.** In a law governing validity of state contract, inserts a reference to the new exception proposed in the prior section of this bill.